



E-Filed on 6/12/08

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UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEVADA

5 In re:

6 USA COMMERCIAL MORTGAGE
 COMPANY,

7 USA CAPITAL REALTY ADVISORS,
 LLC,

8 USA CAPITAL DIVERSIFIED TRUST
 DEED FUND, LLC,

9 USA CAPITAL FIRST TRUST DEED
 FUND, LLC,¹

10 USA SECURITIES, LLC,² Debtors.

11 Affects:

- All Debtors
- USA Commercial Mortgage Company
- USA Capital Realty Advisors, LLC
- USA Capital Diversified Trust Deed Fund, LLC
- USA Capital First Trust Deed Fund, LLC
- USA Securities, LLC

12 Case No. BK-S-06-10725-LBR
 Case No. BK-S-06-10726-LBR
 Case No. BK-S-06-10727-LBR
 Case No. BK-S-06-10728-LBR¹
 Case No. BK-S-06-10729-LBR²

13 CHAPTER 11

14 Jointly Administered Under Case No.
 BK-S-06-10725 LBR

15 **DECLARATION OF EDWARD M.
 BURR IN SUPPORT OF OMNIBUS
 OBJECTIONS TO PROOFS OF
 CLAIM BASED UPON
 INVESTMENT IN ONE POINT
 STREET, LLC – HFA NORTH
 YONKERS LOAN; AND
 CERTIFICATE OF SERVICE**

16 Date of Hearing: July 24, 2008

17 Time of Hearing: 9:30 a.m.

18 I, Edward M. Burr, hereby declare under penalty of perjury that:

19 1. I am a principal with Sierra Consulting Group, LLC (“Sierra”). Sierra is one
 20 of the leading providers of restructuring advisory and litigation support services in the

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 26¹ This bankruptcy case was closed on October 12, 2007.

² This bankruptcy case was closed on December 26, 2007.



1 Southwest. Sierra is a leading national consulting firm comprised of experienced CPAs
2 and other financial professionals.

3 2. I submit this declaration on behalf of the USACM Liquidating Trust's
4 Objections to Proofs of Claim filed this date.

5 3. This Court approved the Official Committee of Unsecured Creditors of USA
6 Commercial Mortgage Company's ("Committee") appointment of Sierra as financial
7 advisers on August 11, 2006. From that date to the Effective Date of the Debtors'
8 confirmed Plan of Reorganization, I have assisted the Committee in analyzing facts
9 concerning these jointly administered bankruptcy cases. As of the Effective Date of the
10 confirmed Plan of Reorganization, Sierra has been retained by the USACM Liquidating
11 Trust to investigate and reconcile the claims against the USA Commercial Mortgage
12 Company ("USACM") estate.

13 4. I make the following declaration based upon my personal knowledge, and
14 upon the records of the Debtors described in this declaration, including Debtors' original
15 and amended schedules of liabilities and the proofs of claim described herein, as well as
16 Debtors' accounting records.

17 5. On March 12, 2007 Effective Date of the Plan, the USACM Liquidating
18 Trust succeeded to USACM's rights with respect to books and records.

19 6. Sierra has been working closely with both the Trustee for the USACM
20 Liquidating Trust and Development Specialist Inc. ("DSI"), the Trustee's financial
21 advisor, in evaluating all of the claims that were filed in the USACM estate.

22 7. **Exhibit A**, attached, lists Proofs of Claim that appear to be based in part
23 upon an investment in the One Point Street, LLC – HFA North Yonkers Loan ("North
24 Yonkers Loan"). For each claim listed, **Exhibit A** identifies the Proof of Claim number,
25 the claimant, the claimant's address, the total amount of the claim and the total amount of
26



the claim that appears to be related to the North Yonkers Loan based upon the information provided by the claimant.

8. We are advised by the loan servicer, confirmed by payment records, that on or about May 26, 2006, the North Yonkers Loan was paid in full, as reflected in USACM's books and records. Shortly thereafter, USACM processed the payoff and distributed the proceeds to the Direct Lenders on the North Yonkers Loan.

9. The Direct Lenders were paid in full, subject to servicing fees and any other charges under their respective Loan Servicing Agreements and this Court's orders, including the Confirmation Order. In general, the Direct Lenders received their principal and interest on the North Yonkers Loan, less sums withheld for Prepaid Interest and sums known as the 2% Holdback. On the Effective Date of the Plan, the Prepaid Interest was applied, a portion of the 2% Holdback was applied to the allowed claims of the Direct Lender Committee, and the balance paid to the Direct Lenders.

10. Accordingly, the USACM Trust no longer has further obligations to the Direct Lenders arising out of the North Yonkers Loan because, pursuant to USACM's books and records, the North Yonkers Loan has been repaid in full, and the Direct Lenders have received such payment as they were entitled to under the confirmed plan of reorganization.

Dated: June 12, 2008

/s/ Edward M. Burr
Edward M. Burr



1 Copy of the foregoing mailed by first class
2 Postage prepaid U.S. Mail on
3 June 12, 2008 to:

4 All parties in interest listed on
5 Exhibit A attached.
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7 s/ Renee L. Creswell
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